

Fund Highlights

- ▶ The fund aims to invest in liquid euro denominated instruments
- ▶ It is suitable for investors with a short to medium-term investment horizon, offering a low expectation of capital loss, with a regular and largely stable level of income

Investment Aim

The sub-fund comprises a selection of Investment Grade rated Euro denominated transferable debt securities, money market instruments and other permitted assets, such as securities issued by or guaranteed by the governments of participating Euro countries, their agencies or instrumentalities, and ancillary liquid assets. The portfolio will only invest in investments which have a maximum remaining maturity of 365 days. The average maturity of the portfolio will not exceed 90 days. Variable and Floating Rate Notes will be deemed to mature on the next coupon fixing date.

Please refer to the Prospectus for the full Investment Objective of this fund.

Risk Disclosure

It is important to remember that the value of investments can go down as well as up and you may not get back the amount originally invested. Where overseas investments are held the rate of currency exchange may cause the value of such investments to go down as well as up. The performance of bonds, gilts and other fixed interest securities tends to be less volatile than those of shares of companies (equities). However there is a risk that both the relative yield and the capital value of these may be reduced if interest rates go up. For a full list of risks, please refer to the prospectus and Key Investor Information Document.

Fund Statistics (30/12/2011)

Fund size in millions (EUR)	139.26
Portfolio Turnover *	257.00 %
Volatility **	0.07 %
Tracking Error **	0.05 %
Information Ratio **	-3.02

'Volatility' measures the relative rate at which the price of a security moves up and down.

'Tracking error' measures the volatility of the difference between a portfolio's performance and the benchmark.

'Information ratio' represents the value added of the manager (excess return) divided by the tracking error

* Source: HSBC, calculation uses the lesser of sales and purchases over the past year.

** Source: HSBC, based on monthly returns over the past three years where available.

Fund Manager - Florent Vassord

Fund Manager, Fixed Income, HSBC Global Asset Management

Florent Vassord is a Fund Manager, Fixed Income and Solutions portfolios, for HSBC Global Asset Management and has been working in the industry since 2000. Prior to joining HSBC Global Asset Management in 2001 he was employed by Dexia CLF as an administrator. Florent holds a postgraduate degree in Banking and Financial Markets from the University of Paris I.



Performance in EUR (% Change) *

Rolling time period	31/12/2010 - 31/12/2011	31/12/2009 - 31/12/2010	31/12/2008 - 31/12/2009	31/12/2007 - 31/12/2008	31/12/2006 - 31/12/2007
HSBC GIF EURO RESERVE	0.5	0.3	0.5	3.7	3.5

Rolling time period	1 month	3 months	6 months	1 year	3 years	5 years	2011	2010	2009	2008
Fund	0.0	0.1	0.2	0.5	1.3	8.8	0.5	0.3	0.5	3.7
Morningstar mean	4.4	3.8	11.9	3.9	12.1	3.6	3.9			
Benchmark	0.1	0.2	0.4	0.9	2.0	9.9	0.9	0.4	0.7	3.9
Quartile rank	3	3	4	4	3	3	4	3	4	2

* The above performance figures refer to the past and are not a reliable indicator of future returns. The value of investments and any income from them, can go down as well as up. The above performance figures are calculated in EUR, and changes in the rate of currency exchange may affect the value of your investment.

Source: Morningstar, bid to bid, gross income reinvested. Performance information is up to 30/12/2011. Benchmark source: Bloomberg. Performance prior to 07/04/2003 relates to the Exatis Euro Reserve (A) in EUR from which this fund was formed. Morningstar Sector used Offshore and International Funds, Money Market EUR Enhanced. Please note quartile rank is a term widely used in financial services to denote performance of a fund within its sector. For example a ranking of 1 denotes a Fund in the top 25% of its peer group sector, with a ranking of 4 denoting a fund in the bottom 25% of its peer group sector. Total return, sector median performance and ranks - Data Source - © Copyright 2010 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

MUTUAL FUNDS DO NOT HAVE A GUARANTEED RETURN AND PREVIOUS PERFORMANCE DOES NOT GUARANTEE FUTURE PERFORMANCE

Fund details

- ▶ **Annual charge** 0.50%
- ▶ **Maximum initial charge** 5.54%
- ▶ **Dealing** daily by 10:00am (CET)
- ▶ **Valuation** daily at 5:00pm (CET)
- ▶ **Minimum initial investment** (USD) 5,000 *
- ▶ **Financial year end** 31st March
- ▶ **Benchmark** 100% EONIA
- ▶ **Management Company** HSBC Investment Funds (Luxembourg) S.A.
- ▶ **Investment Advisor** HSBC Global Asset Management (France)
- ▶ **Dividends** annual (July)
- ▶ **Regular savings scheme** not available
- ▶ **Start date** 29/12/1993 ^
- ▶ **Launch price** (in EUR) 15
- ▶ **ISIN code** LU0165130591
- ▶ **Total number of holdings** 111

* or equivalent. ^ Performance prior to 07/04/2003 relates to the Exatis Euro Reserve (A) in EUR from which this fund was formed.

Top 10 holdings (30/12/2011)

Stock	Weight	Currency
1 BELGIUM 0% 01/12	7.54%	EUR
2 BTF 22-03-12	3.75%	EUR
3 BTF 15-03-12	3.66%	EUR
4 AFD 14-02-12 CV	3.59%	EUR
5 SG 04-01-12 CV	2.87%	EUR
6 BELGIUM 0% 02/12	2.51%	EUR
7 CDC 16-03-12 CV	2.15%	EUR
8 LMA 04-01-12 BT	1.87%	EUR
9 MATCH 05-01-12 BT	1.87%	EUR
10 ING 02-02-12 CD	1.86%	EUR
	31.67%	

Portfolio composition (30/12/2011)

Maturity	Fund
Short Dated Bonds	31.99%
Floating Rate Notes	41.32%
Cash	-1.33%
Unknown	28.01%
	100.00%

Short Dated Bonds < 5 years
Medium Dated Bonds 5-10 years
Long Dated Bonds >=10 years

Contact

Further information about HSBC Global Asset Management, details of our individual funds performance and prices can be found at www.assetmanagement.hsbc.com

GIF helpdesk +44 (0) 207 992 4172 or email us at gifadviser.services@hsbc.com

Alternatively, contact your local sales and client services representatives.

To place a deal, please contact:

Luxembourg RBC Dexia Investors Services Bank S.A. Tel: +352 2605 9553 Fax: +352 2460 9500

There are risks involved with this type of investment. Please refer to the Prospectus for general risk factors, and to the Key Investor Information Document for specific risk factors. It is important to remember that your investment is not guaranteed and you may not get back the amount you originally invested. The value of the underlying assets and any income from them are strongly affected by changes in the credit ratings of the underlying issuer of the assets. Investment in Financial Derivative Instruments (FDI) may result in losses in excess of the amount invested. This is because a small movement in the price of the underlying financial instrument may result in a substantial movement in the price of the FDI. You should view this investment as medium to long-term, and should plan to keep it for at least five years. UK based investors in HSBC Global Investment Funds are advised that they may not be afforded some of the protections conveyed by the provisions of the Financial Services and Markets Act 2000. The Representative of the Fund in Switzerland is HSBC Private Bank (Suisse) SA in Geneva. The shares in HSBC Global Investment Funds have not been and will not be offered for sale or sold in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons. All applications are made on the basis of the current HSBC Global Investment Funds Prospectus, Key Investor Information Document and most recent annual and semi-annual reports, which can be obtained upon request free of charge from HSBC Global Asset Management (UK) Limited, 8 Canada Square, Canary Wharf, London, E14 5HQ. UK, or the local distributors.

Please Note: To help improve our service and in the interests of security we may monitor on a random basis and/or record your telephone calls with us.

Approved for issue in the United Kingdom by HSBC Global Asset Management (UK) Limited. Authorised and regulated by the Financial Services Authority.

© Copyright 2011 HSBC Global Asset Management (UK) Limited. All Rights Reserved. SC/GIF/19012012/MB.

MUTUAL FUNDS DO NOT HAVE A GUARANTEED RETURN AND PREVIOUS PERFORMANCE DOES NOT GUARANTEE FUTURE PERFORMANCE